

Unofficial Translation

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| Document | Type | Announcement |
| | No | 2020/50 |
| | Subject | About the Market-Wide Circuit Breaker System |
| | Approval Date | 07/08/2020 |
| | Prepared by | Equity Market, Derivatives Market |
| | Distribution | Borsa Istanbul Members, Data Vendors, Independent Software Vendors |

To Whom It May Concern,

Upon the decision of Borsa İstanbul General Management, a Market-Wide Circuit Breaker System (MWCB System) will be put into use in addition to the circuit breaker system that is currently applied on instrument base in the Equity Market.

Within this context, MWCB will trigger during the day in case of a fall in BIST 100 Index that is 5% or above as the first threshold and 7% or above as the second threshold compared to the previous closing value. When MWCB is activated, trading will halt temporarily in Equity Market, Equity and Equity Index contracts in Derivatives Market and in Debt Securities Equity Repo Market. The index, the change rate and the direction of the change to be taken as reference within the scope of MWCB System can be altered by the Exchange due to the changing conditions with an announcement in advance.

In case of a MWCB activation:

- Trading in series with suffix “.E”, “.F1”, “.F2” and “.G” (equities, real estate investment funds, venture capital investment funds, real estate certificates) will be halted for 20 minutes. The instruments which are in an uncrossing session at the moment of the trigger will be halted after the orders are matched and trades are made. In the halt period order cancellation and amendment will not be allowed.
- After 20 minutes of halt period:
 - a) Instruments that trade with continuous trading method will resume trading with a call auction for 5 minutes, followed by an uncrossing phase for another 5 minutes in which prices are formed and disseminated.
 - b) Equities that trade with single price call auction method will resume trading with a call auction that will continue for a minimum of 10 minutes. Afterwards, the trading session will continue in its regular course.
- Trading in series with suffix “.V”, “.C”, “.F” and “.R” (warrants, certificates, ETFs and pre-emptive right coupons) will be halted for 30 minutes. In this period, order cancellation, volume reduction and price worsening will be allowed while market maker quotes cannot be changed. Afterwards, the trading session will continue in its regular course with continuous trading method provided that there is enough time left until the end of the trading session.

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- Since the trading hours of the Primary Market (in which “.BE” instruments are traded with the continuous trading method) is between 10:30 – 13:00, in case of a MWCB activation after 10:00, the trading for these instruments will halt for 30 minutes as well. With the restart of the trading in Equity Market, the primary market session will restart with the continuous trading method and will continue until 15:00.

In case of an MWCB activation in Equity Market, trading of contracts based on equities and equity indices in Derivatives Market will halt temporarily for 30 minutes (VIOP_DURDURMA_EI). In this period, orders for related contracts can be cancelled, inactivated but cannot be amended.

Once the MWCB is triggered, trading in Debt Securities Equity Repo Market will halt and restart again when Equity Market begins trading with the call auction (order collection).

If MWCB is triggered in Equity Market 60 to 30 minutes before the end of the continuous trading session (between 17:00-17:30), the trading in all three markets will halt and will restart in Equity Market and Debt Securities Equity Repo Market with the closing session (currently at 18:00) while trading for the related contracts of Derivatives Market will restart with VIOP_SUREKLI_MZYD continuous session (currently at 18:08).

If the MWCB is triggered within 30 minutes before the end of the continuous trading session in Equity Market (currently after 17:30), the trading will be terminated for that day.

If the thresholds determined for the MWCB (5% and 7%) are exceeded more than once in a day, MWCB will not trigger for the same threshold for the second time. With the introduction of the MWCB System, the call auction period for the current circuit breaker system that is applied on instrument basis will be reduced to 15 minutes, the uncrossing period will stay as 2 minutes.

The MWCB System of which working principles are stated above, will be implemented as of 10th August, 2020.

Kindly submitted for your information.

Mehmet Hakan ATILLA
General Manager
Member of the Board